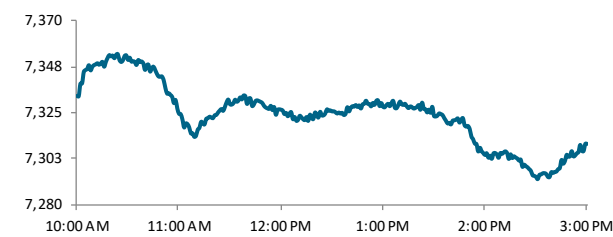


Daily Markets Overview

18 June 2020

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,310	0.0	0.0	-12.9	19.6
Saudi (NOMUC)	9,496	3.5	15.5	32.3	39.7
Energy	4,964	0.0	0.6	-8.8	21.6
Materials	4,590	-0.5	0.3	-11.2	NA
Capital Goods	3,832	-0.6	2.0	-11.6	26.5
Com. & Prof. Svc	3,779	-0.3	2.9	-20.8	14.9
Transportation	3,669	-1.2	2.0	-16.5	18.6
Cons. Durables & Apparel	3,239	0.0	0.4	-7.6	NA
Consumer Services	3,412	1.6	4.0	-13.8	31.7
Media	7,737	1.5	3.7	-17.7	24.0
Retailing	6,502	-0.2	0.0	-15.5	NA
Food & Staples Retailing	9,081	0.5	0.9	37.3	NA
Food & Beverages	5,205	1.2	0.3	19.6	43.0
Health Care Equipment	3,906	1.0	2.9	4.7	26.6
Pharma, Biotech & Life Science	3,938	-2.5	-1.3	9.5	NA
Banks	6,472	0.1	-0.8	-20.2	12.5
Diversified Financials	3,119	-0.5	2.9	-5.6	NA
Insurance	4,499	0.4	-0.3	-0.3	43.3
Telecommunication	6,505	0.3	-0.5	0.5	22.8
Utilities	3,552	0.7	1.2	-19.3	NA
REITs	3,627	0.4	0.4	-13.6	19.8
Real Estate	2,463	-1.0	-0.3	-21.4	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Paper Manufacturing Co.	32.05	10.0%	66
Allianz Saudi Fransi Cooperative Insurance Co.	17.56	9.9%	0.1
Alinma Tokio Marine Co.	12.92	5.4%	40
Al-Jouf Agriculture Development	29.90	4.6%	91
Arabian Shield Cooperative Insurance Co.	15.88	4.2%	32

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consequence
Pharmaceutical	17-Jun	1Q20	45.6	311%	0.38	NA
Gulf General	17-Jun	1Q20	-4.8	-400%	-0.24	NA
Gulf Union	17-Jun	1Q20	-6.8	82%	-0.45	NA
Sagr Insurance	17-Jun	1Q20	-60.4	-2417%	-1.51	NA
ACIG	16-Jun	1Q20	2.2	120%	0.11	NA

Source: Tadawul

Saudi Market Update

- TASI closed flat at 7,310 while NOMUC gained 3.5% to 9,496 on Wednesday. TASI traded value totaled SAR 6.1bn and averaged SAR 20.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 31.9% of the daily traded value.
- MSCI Emerging Markets closed 0.5% higher on Wednesday, trading at P/E (TTM) of 16.3x vs. 19.6x for TASI.
- Banks gained 0.1%, while Materials declined 0.5%. Telecom closed 0.3% higher. Consumer Services (up 1.6%) was the best performing sector. Among stocks, Saudi Paper Manufacturing Co. (2300/SPM AB), Allianz Saudi Fransi Cooperative Insurance Co. (8040/ALLIANZ AB), and Alinma Tokio Marine Co. (8312/ALINMATO AB), led the gainers.
- According to reports, KSA's overall compliance with the OPEC+ agreement to reduce oil output stood at 87% in May. (Source: *Argaam*)
- According to the Capital Market Authority (CMA), the total value of assets held by investment funds in KSA edged down by 0.2% Y/Y to SAR 348.8bn (USD 92.9bn) in 1Q20. The number of investment funds increased during the period to 636 funds compared to 607 funds in 4Q19, including 253 public funds and 383 private funds. (Source: *Argaam*)
- The Saudi Arabian Oil Company (2222/ARAMCO AB) bought a 70% stake in Saudi Basic Industries Corp. (2010/SABIC AB) on June 16 from the Public Investment Fund (PIF), for a total price of SAR 259.1bn (USD 69.1bn), or SAR 123.4 price per share. (Source: *Argaam*)
- Saudi Pharmaceutical Industries & Medical Appliances Corp. (2070/SPIMACO AB) reported a net profit after Zakat and tax of SAR 45.6mn (USD 12.2mn) for 1Q20, against a net loss of SAR 21.6mn (USD 5.8mn) a year earlier. The positive performance was driven by a 7.78% rise in revenue, a decline in the cost of goods sold amid better sales mix, an increase in produced units and lower production costs. (Source: *Argaam*)
- Saudi Basic Industries Corp. (2010/SABIC AB) BoD recommended a cash dividend of SAR 1.5 per share for 1H20, implying a full-year yield of 3.4%. (Source: *Argaam*)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Al Sagr Cooperative Insurance Co.	8.81	-5.9%	20
Al Gassim Investment Holding Co.	13.40	-5.0%	93
Tihama Advertising & Public Relations Co.	28.80	-4.0%	28
Tabuk Agriculture Development Co.	16.68	-3.0%	17
Saudi Marketing Co.	22.54	-2.9%	35

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Seera Group Holding	16.60	3.4%	905
Dar Alarkan Real Estate Development Co.	7.33	-2.3%	419
Al Rajhi Bank	58.90	0.2%	272
Alinma Bank	14.94	-0.4%	194
The Saudi Arabian Oil Company	32.65	0.3%	172

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of June 17, 2020
(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

18 June 2020

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,071	0.0	-1.5	-25.1	6.2
Abu Dhabi (ADX)	4,376	1.1	1.9	-13.8	13.6
Kuwait (KSE)	4,896	0.1	-1.2	-12.4	26.3
Qatar (QE)	9,230	0.8	0.0	-11.5	14.5
Oman (MSM)	3,521	-0.2	0.2	-11.6	9.8
Bahrain (BSE)	1,274	-0.4	-0.5	-20.9	9.2
DJMEIA Index	509	0.4	0.2	-15.9	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,113	-0.4	2.4	-3.6	21.7
US (NASDAQ 100)	9,911	0.1	3.4	10.5	40.4
UK (FTSE 100)	6,253	0.2	2.4	-17.1	22.5
Germany (DAX)	12,382	0.5	3.6	-6.5	24.4
France (CAC 40)	4,996	0.9	3.2	-16.4	19.9
Russia (MICEX)	2,740	-0.3	-0.1	-10.0	7.1
Japan (Nikkei)	22,456	-0.6	0.7	-5.1	26.4
Hong Kong (HSI)	24,481	0.6	0.7	-13.2	10.6
South Korea (KOSPI)	2,141	0.1	0.4	-2.6	25.1
China (SHCOMP)	2,936	0.1	0.6	-3.7	15.0
India (NIFTY)	9,881	-0.3	-0.9	-18.8	20.9
Brazil (IBOV)	95,547	2.2	3.0	-17.4	36.0
Turkey (BIST 100)	1,10,940	0.0	1.0	-3.0	8.8
Egypt (EGX30)	10,906	-0.3	0.7	-21.9	9.6
MSCI Emerging Markets	995	0.5	0.8	-10.8	16.3
MSCI World	2,218	-0.1	2.5	-6.0	21.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	40.7	-0.6	5.1	-38.3	-34.5
Natural Gas (\$/mmbtu)	1.6	1.5	-5.3	-25.2	-35.4
Gold (\$/oz)	1,727	0.0	-0.2	13.8	28.2
Silver (\$/oz)	17.5	0.3	0.1	-1.9	16.6
Platinum (\$/oz)	823	-0.2	1.3	-14.8	2.4
Copper (\$/t)	5,741	0.7	-0.8	-6.6	-3.1
Zinc (\$/t)	2,011	1.3	1.7	-11.8	-23.6
Lead (\$/mt)	1,776	0.9	2.1	-7.7	-5.9
Wheat (\$/bu)	494	-1.4	-2.7	-11.6	-12.7
Corn (\$/bu)	335	0.2	0.1	-13.6	-22.2
Sugar (\$/lb)	12.3	-0.2	1.8	-8.6	-12.5

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.31	0.00	-1.60	0.00
Saudi Arabia	1.02	0.00	-1.21	0.71
UAE	0.66	0.01	-1.54	0.36
Kuwait	1.69	0.00	-1.06	1.38
Qatar	1.17	-0.05	-1.08	0.86
Bahrain	2.18	0.00	-0.48	1.88

Source: Reuters

NOTES:

(1) Prices updated as of June 17, 2020(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Wednesday. S&P 500 declined 0.4%, while NASDAQ gained 0.1%. Dow Jones Industrial closed 0.7% lower. In Europe, UK increased 0.2%. Germany and France closed 0.5% and 0.9% higher, respectively.
- Asian markets are trading mixed on Thursday. China is trading flat, while Japan is trading 0.4% lower. South Korea and Hong Kong are down 0.3% and 0.2%, respectively. India is trading flat, in the morning session.
- GCC markets ended mixed on Wednesday. Dubai closed flat, while Abu Dhabi increased 1.1%. Kuwait and Qatar gained 0.1% and 0.8%, respectively. Oman and Bahrain closed 0.2% and 0.4% lower, respectively.
- According to the US EIA Petroleum status report, crude oil inventories were up 1.2mn barrels (prior: 5.7mn barrels) for the week ended June 12. (Source: Trading Economics)
- The Central Bank of the UAE (CBUAE) has announced that the Money Supply Aggregate M3 edged up to around AED 1.75tn (SAR 1.79tn) in May 2020, a growth of 1.8%, or AED 31bn (SAR 31.7bn) from AED 1.72tn (SAR 1.75tn) by the end of December 2019. (Source: Zawya)
- Foreign exchange reserve assets by the CBUAE declined by 7% Y/Y during May. Foreign assets decreased to AED 353.1bn (SAR 360bn) last month, down from AED 379.2bn (SAR 387bn) in May 2019. (Source: Decypha)
- UAE's Ministry of Finance announced the successful implementation of Procure-to-Pay, P2P, which facilitates the procurement process and e-approval of purchase orders and requests at various federal entities in the country. (Source: Zawya)
- Aluminium Bahrain said the construction work was progressing as per schedule at its Spent Pot Lining treatment plant, a first-of-its-kind facility in the whole of GCC and Bahrain. The project's overall progress advanced by more than 21%. (Source: Trade Arabia)
- Arabian Chemical Terminals awarded a contract to Bilfinger Tebodin Middle East to provide front-end engineering design and project management consultancy services for the development of bulk liquid storage terminal in Khalifa Port in Abu Dhabi. (Source: Trade Arabia)

Coming Up

- US jobless claims for the week ended June 13 (prior: 1.5mn) will be announced today. (Source: Trading Economics)
- UK Markit/CIPS Manufacturing PMI for June 2020 (prior: 40.7) will be announced on June 23. (Source: Trading Economics)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended June 19 (prior: 1.2mn barrels) will be announced on June 24. (Source: Trading Economics)

Daily Markets Overview

18 June 2020

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital Joint Stock Company Owned by Banque Saudi Fransi

(Closed)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.

